

ESG Initiatives and Future Challenges

Material Issues Green : Securing and Training Human Resources Pink : Promoting Diversity
 Blue : Developing Healthy Relationships Purple : Enhancing Corporate Governance

	Initiatives	Contribution to Business/Management	Future Challenges
G ENVIRONMENTAL	 Reduced CO2 emissions by switching to LED lighting Constructed new environmentally-friendly buildings Reduced exhaust gas and resources used via distribution network sharing with other companies in the industry Reduced paper resources used through the digitization of instruction manuals Reduced resources consumed through the promotion of digital sales Introduced electricity sourced from renewable energy in the head office area 	 Reduced costs (used less electricity, cut distribution costs) 	 Increasing energy conservation at existing buildings through renovation Further conserving energy in amusement facili operations
SOCIAL	Relationship with Employees Actively employed non-Japanese citizens Improved the ratio of women in management positions Held Health and Safety Committee meetings Implemented staff training Implemented discretionary work system Implemented discretionary more system Revised compensation system	 Expanded global reach through game development based on a diverse set of values Acquired competent creators Improved creator productivity Fostered a commitment to legal compliance 	 Increasing the percentage of women in management positions Strengthening recruitment of global-ready work
	Relationship with Customers Compliance with the CERO ratings system Formulated guidelines with industry groups Supported community building by promoting the spread of esports Monetized without high-pressure microtransactions	 Improved customer satisfaction by creating stress-free environments for play Reduced social risks posed by games 	 Education of users, consumer groups, governmentities, etc.
	 Relationship with the Regional Community Welcomed children participating in Company Visits to our offices / held Guest Lectures at schools Developed online educational support activities Leveraged Capcom content in regional revitalization efforts Supported senior citizen community formation with video game arcade tours Donated to/sponsored various organizations 	 Expanded profit opportunities by improving company and IP name recognition Promoted understanding of the Capcom approach to business Expanded revenue opportunities in step with larger percentage of populations gaining access to entertainment options following the stabilization of social environments 	 Further promotion of regional revitalization us Capcom content
GOVERNANCE	 Increased dialogue with shareholders Transitioned to a company with an audit and supervisory committee Raised the ratio of external directors Established the Nomination and Remuneration Committee (voluntary) Established the Information Technology Security Oversight Committee for ongoing enhancement of information security Appointed female external director 	 Evaluated proper corporate value on both financial and non-financial bases Avoided managerial decision-making risk through better management monitoring Ensured the appropriateness of growth strategies by having the Board of Directors consider a range of views Perpetuated the founder's business know-how 	 Increasing the number of opportunities for persons in charge of development to convers with the market The effective operation of the audit and supervisory committee system Board of Directors effectiveness assessments their utilization Review the composition of the Board of Direc Setting developer compensation in considera of medium- to long-term sustainable growth